

PUBLIC SESSION MINUTES
North Carolina State Board of CPA Examiners
September 22, 2003
1101 Oberlin Road
Raleigh, NC 27605

MEMBERS ATTENDING: O. Charlie Chewning, Jr., CPA, President; Michael H. Wray, Vice President; Barton W. Baldwin, CPA (via telephone); Norwood G. Clark, Jr., CPA; Scott L. Cox, CPCU, CIC; Leonard W. Jones, CPA; R. Stanley Vaughan, CPA; and Arthur M. Winstead, Jr., CPA

STAFF ATTENDING: Robert N. Brooks, Executive Director; Lisa R. Hearne, Manager-Communications; Ann J. Hinkle, Manager-Professional Standards; Buck Winslow, Manager-Licensing; and Noel L. Allen, Legal Counsel.

GUESTS: James T. Ahler, Executive Director, NCACPA; Andrew Ballard, BNA, Inc.; Tom Chenoweth, CPA, Highland Publishing Company; and Curt Lee, Past President, NCSA.

CALL TO ORDER: President Chewning called the meeting to order at 10:02 a.m.

MINUTES: The minutes of the August 25, 2003, meeting were approved as submitted.

FINANCIAL AND BUDGETARY ITEMS: The financial statements for August 2003 were accepted as submitted.

OATH OF OFFICE: Arthur M. Winstead, Jr., CPA, was sworn the Oath of Office by President Chewning.

RESOLUTION: President Chewning read a Resolution of Appreciation for the service of Barton W. Baldwin, CPA, to the Board. President Chewning instructed the Executive Director to make the Resolution part of the Board minutes (Appendix I).

ELECTION OF OFFICERS: Messrs. Vaughan and Cox moved to nominate and approve Leonard W. Jones, CPA, as Secretary-Treasurer of the Board. Motion passed with seven (7) affirmative votes and zero (0) negative votes.

LEGISLATIVE AND RULE-MAKING ITEMS: Messrs. Vaughan and Wray moved to proceed to rule-making on 21 NCAC 8N .0205. Motion passed with seven (7) affirmative votes and zero (0) negative votes.

REPORT OF THE PROFESSIONAL STANDARDS COMMITTEE: Mr. Vaughan moved and the Board approved the following recommendations of the Committee:

200212-071 - Kenneth D. Gibbs, Bruce L. Thomas and Cox, Gibbs, & Thomas CPAs, PLLC - Approve the signed Consent Orders (Appendix II).

200308-037 - Larry S. Dewar - Approve the Board Order (Appendix III).

200308-038 - Stan L. Gainey - Approve the Board Order (Appendix IV).

200308-039 - Patti D. Royster - Approve the Board Order (Appendix V).

9701-012 - Close the case without prejudice.

200304-015 - Close the case without prejudice and with a Letter of Caution. Messrs. Clark and Vaughan were absent from the room nor did they participate in the discussion of this matter nor did they vote on this matter.

200306-021 - Close the case without prejudice.

200306-022 - Close the case without prejudice. Mr. Baldwin did not participate in the discussion of this matter nor did he vote on the matter.

200307-030 - Close the case without prejudice.

REPORT OF THE PROFESSIONAL EDUCATION AND APPLICATIONS COMMITTEE: Mr. Wray moved and the Board approved the following recommendations of the Committee:

Transfer of Grades Applications - The following were approved:

Dwaine Edward Eastham II

Original Certificate Applications - The following were approved:

Craig Franklin Adcock
Debra Hill Bedford
William Maddison Brittain
Erin Wells Brown
Jerry Wayne Brown
Tanya Bullock
Hong Chen
John Marc Cleveland
Samuel Phillip Collins
Michael Wayne Cowin
Angela Williams Crews
Jacqueline Michelle Crowe
Kathryn Maureen Donnick
Lori Gillis Duke
John Ashley Dunn
Dwaine Edward Eastham II
Kyle Edward Foushee
Matthew Aaron Franklin

Christopher Michael Haas
Angela Dawn Haney-Scott
David Leigh Hepner
Katherine Anna Hirschmann
Melinda Evans Hoggard
Laura Michelle Howard
David Waldon Kerns
Yates Damon Lackey
Ricardo A. Lopez
Brent Winston Lundquist
Paul Wesley Mashburn
Arica NaJean Twiddy McCord
Tracy Lynn McFee
Tracey L. McKoy
Janice Annette McNeil
Jacqueline Rose Miller
Tracy Shawn Miller
Maximo Mukelabai

Lillian Jean O'Connell
Tara Michelle Parker
Kristi Morris Pindell
William R. Pullano
Deborah Lea Quinn
Kristy Lynn Rice
Stephen A. Roberts
Ronnie Garland Seals Jr.
Dawn Michelle Simmons
Alana Marie Sine

Mary Raechel Stevens
Barbara Ann Stewart
Rodney Lee Thomas
Tracy Anne Thompson
Lisa Carol Wagner
Michael Dane Ward Jr.
Jon Watkins
James Alderman West Jr.
Chun Wai "Jeffrey" Wong
Patricia W. Zalusky-Taylor

Reciprocal Certificate Applications - The following were approved:

Charles Mark Bokesch
William Joseph Carson
Sean Michael Doyle
Sara Lynn Fording
Catherine Ellen Furr
Susan M. Gass
Denise Lingenfelter

Timothy M. McGovern
Theodore Louis Perrella
James J. Scheuer
Kenneth Stuart Shives
Francisco R. Somarriba
Philip Kingsley Titlestad
Thomas J. Whalen

Temporary Permits - The following temporary permits were approved by the Executive Director and ratified by the Board:

Melissa Blevins T02941
Alicia B. Cavender T02942
Charles F. Dillman III T02943
Michael Christian Green T02944
Catherine A. Haigh T02945

Catherine R. Harrington T02946
David Kerestes T02947
Mario E. McKenzie T02948
Shelly Hamel Valiulis T02949

Firm Registrations - The following professional corporations, professional limited liability companies, and limited liability partnerships were approved by the Executive Director and ratified by the Board:

John E. Broyles, CPA, PLLC
Jay S. Carter, CPA, P.A.
DEWEY & COMPANY, L.L.P.
Darrell L. Keller, CPA, PA

KRIEGSTEIN, KIM, & WRIGHT, P.C.
Lisa Talley Laughlin. CPA, P.A.
S.R. LILLIE, INC.
PATRICIA F. MUELLER, CPA, PA

Reclassifications - The Committee approved a request for retired status submitted by Nancy Caldwell Adams (#14548) because she is completely retired and does not receive any earned compensation for current personal services in any job whatsoever.

Conditional Licenses - The Committee placed the following certificates on conditional status:

Billy Joe Hoss #2214	Virgil Reginald McConnell #17666
Jimmy Dale Stone #4173	Berlena Jones Love #17709
John Louis Guglielmetti #4175	Teresa Trebel Newsom #17820
James Addison Meriwether #6989	Thomas Gerard Ondrof #17821
James Thomas Wollin #7755	Christopher Gray Reid #17828
Donald Rufus Gilreath #8824	Michele H. Burleson #18067
Robert Owen Beck III #8926	Gary Eugene Cooke #18214
Sara Jane Hale #9294	Donald Richard Oliver Jr. #18239
Joe Neil Lowry #10044	Matthew Robert Pollak #18330
Louis Foster Stables #10761	Timothy Edward Mullis #18432
Kenneth David Dockery #10950	Brenda Perry Ashburn #18494
William Simpson Creekmuir #11710	Marsha Jennette Tice #18762
Curtis Ewell Clark #11969	Jeffrey Wayne Morgan #18878
Garry Leland Keech #12104	Cecelia Elizabeth Horton #19413
Nancy Roach Dougherty #12796	Pamela Brown Hursey #19574
Roy Wayne Stewart #12824	Ann Elizabeth Pletcher #19604
Timothy Luke Rogers #12897	Karen Corn Caudill #19734
Rodney Gray Fulton #13135	Benjamin Smith Causey #20019
George Stewart Warren #13269	Golda Young Harrington #20043
Joseph Elwood Weatherly III #13271	David Michael Henderson #20044
John Knox McGill #13656	Clark Alexander Jones #20319
James William Woody #13768	Robin Bernadette Smith #20328
David William McNeish #14005	Victoria E. Heath #20395
Janet Stafford Cothron #14080	Patricia K. London #20483
Thomas Livingston #14274	John Paul Ragland #20490
Lynn Sherrill Murphy #14524	Bryan David Ferren #20710
Paula Ross Register #14611	Judith Cantor #20895
George Golenbiewski #14631	David Andrew Helms #20927
McArthur Douglas Mitchell #14641	H. Sharpe Ridout #20971
Susan N. Turner #14903	David Brian Robertson #21022
Jane Suiter Robertson #15316	Jeffrey Clarence Hitzke #21142
Randal Dale Brown #15332	Emily A. Friedman #21677
Allen Edgar Breeding #15537	Gregory Willard Norwood #21695
Gregory Thompson #15687	Howard M. Wollner #21718
William Emory Shurley #15954	Mary Margaret Frank #21739
Karen Gough Marshall #16121	William Walter Barker #22029
Michael Thomas Carey #16420	Phyllis Weeks Stoller #22211
Paula Marie Tuggle #16664	Robert Leslie Blyth Jr. #22245
Polly Antoinette Hudson #16745	James Henry Moe #22361
Kimberly Jo Council #16861	Michael John Pfeiffer #22481
James Bailey Jordan #16877	James Robert Clark Jr. #22522
Karen Malette Wilson #17577	David Lee Jackson #22588

Maximilian Mazzone #22743
Michelle Collier Adkins #22788
David Wayne Leeds #22822
Marguerite Epps Landingham #22863
Carol Berg Smitherman #22885
Steven Lee Edwards #23025
Thomas Elvin Hinton Sr. #23037
Casey Duke Potts #23211
Michael G. Lee #23444
Stewart Kwok Yee Shum #23692
Stephen P. Lain #23756
Karen Lee Kaczmarek #23810
Cathy Jo Espinola #23915
Susan K. North #23949
Keith Alan Shipman Sr. #23963
Paul Lawrence Erickson #23991
Kenneth A. Kaplan #23996
Leanne Marie Stavrakis #24033
Michael Scott Cassidy #24052
James H. Spessard #24099
Sheri Ward Griffin #24115
Sylvia Allred Williams #24189
Lynette Jo Anderson #24270
Lauren Nicole Hatem #24610
Kimberly C. Lewis #24704
Pamela Elizabeth Hawkins #24907
Karyn Anderson Kirol #25157
Craig Lupton-Smith #25200
Janet Bass Norris #25209
Mark Andrew Clifton #25292
James Kevin Bullard #25632
Craig Alan Emrick #25681
Christine Lee Hislop Pudelko #25692
Thomas Hansen Cockerline #25787
Paul David Stein #25844
Patrick A. Smyth #26065
Debra Ann Walsh #26385
David Brett Moody #26479

Christopher Michael Fraley #26582
Cara Lynn Chatham #26733
Mark Stephen Dennis #26883
Thomas Richard Sawyer #27005
Candace E. Lee #27149
Nicole R. Ishii #27197
Kimberly Ewers Laird #27368
Jessica Lynn Spencer #27420
Adaora Angela Eruchalu #27441
Leslie Harboe Powell #27643
Cynthia Dayton Anderson #27710
Pamela Elizabeth Keth #27743
Virginia Ann DeVine #27776
Christopher A. Grimes #27784
Rodney Eugene Smallwood #27821
Karen C Bryant #27837
Milburn H. Holbrook Jr. #27924
Cassandra Thomason Gayle #28108
Jeffrey Thomas Hendrickson #28260
Ma. Rebecca M. Robinson #28309
Brian Keith Wood #28476
Angelica Willeford #28619
Samuel B. Clark #28633
Andrew M. Glickler #28638
Pamela Pearson Thomas #28686
Bradley S. Hanover #28787
Paul R. Thomas #28816
David Royce Dye #28838
Carlton McGhee Fleming #28843
Yvette Letetia Fuller #28845
Thomas Wright Lawrence III #28860
Patricia L. Porter #28978
Andrea Ruth Whitfield #29151
David Philip Sirois #29472
Emily Jordan Kincade #29496
Malynda Mills Grimsley #29516
Jennifer Lynn Peppers #29581
David L. Weissman #29878

The following individuals were referred to the Professional Standards Committee for a second offense:

William H. Jones III #9409
Melvin Kann #10810
Frances Hunter Hampton #11944

Needham Broughton Correll III #13641
Dawn Mahoney Cottrell #14152
Bruce Anthony Baden #14657

Charles M. Pratt #14887
Dolly Dillehay Parker #16802
David William Pate #17676
Walter Bernard Davis #17989
David Shawn Buffaloe #20118
Dreasha Lynn Harrold #20202
Steven Robert Bower #21364
Phillip Jay Holleman #21791

Rebecca A. Harrington #23033
Evalyn Denise Resetar #23180
Steven John Frost #24957
Joseph Sequeira #26687
Stephanie Bell Rogers #26902
Richard W. Fedorowich Jr. #27341
John Frederick Peterson #28061

ADJOURNMENT: Messrs. Wray and Cox moved to adjourn the meeting at 11:18 a.m.
Motion passed.

Respectfully submitted:

Attested to by:

Robert N. Brooks
Executive Director

O. Charlie Chewning, Jr., CPA
President

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS



RESOLUTION

WHEREAS, Barton W. Baldwin, CPA, has served as a member of the North Carolina State Board of Certified Public Accountant Examiners since 1994;

WHEREAS, during his tenure he served as Vice President of the Board, Chair of the Professional Standards Committee, and Member of the Personnel Committee;

WHEREAS, he has represented the Board and the profession through his service as Chair, Vice Chair, Director-at-Large, Regional Director, Chair and Member of numerous committees of the National Association of State Boards of Accountancy;

WHEREAS, during his tenure he has faithfully and tirelessly served as a leader in the profession and is an eloquent spokesman for the best interests of the public and the profession;

BE IT THEREFORE RESOLVED that the members of the North Carolina State Board of Certified Public Accountant Examiners thank Barton W. Baldwin, CPA, for his dedicated service, his personal sacrifice to serve the public interest, and his leadership to the Board.

This the 22nd day of September 2003.

North Carolina State Board of
Certified Public Accountant Examiners

O. Charlie Chewning Jr.
O. Charlie Chewning, Jr., CPA, President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200212-071

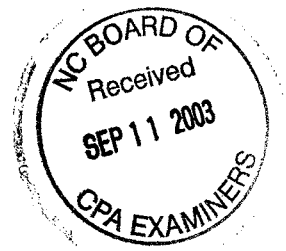
IN THE MATTER OF:

CONSENT ORDER

Kenneth D. Gibbs, #17228
Bruce L. Thomas, #15229
Respondents

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to NCGS 150B-41 and 150B-22, the Board and Respondent stipulate the following Findings:

1. Respondent Kenneth D. Gibbs (hereafter "Respondent Gibbs") is the holder of North Carolina certificate number 17228 as a Certified Public Accountant.
2. Respondent Bruce L. Thomas (hereafter "Respondent Thomas") is the holder of North Carolina certificate number 15229 as a Certified Public Accountant.
3. In November 2001, a non-profit company contacted the Respondents' firm regarding the possibility of conducting an audit of the non-profit company.
4. Prior to accepting the engagement, Respondents' firm performed, and documented, an assessment for the purpose of determining independence with respect to the non-profit company ("Independence Assessment").
5. The Independence Assessment included, but was not limited to, independence guidance contained in Practitioner's Publishing Company, Guide to Non-Profit Audits.
6. Respondents' firm completed the audit in March of 2002. In response to a Board inquiry regarding the audit, Respondents' firm provided the Board with a copy of its Independence Assessment.
7. The Board acknowledges that Respondents recognized the possibility of an independence question and that Respondents made efforts to address that question.



Consent Order - 2

Gibbs, Thomas

8. Respondents contend that they did not intentionally violate any statutes or rules regarding independence.
9. Respondents wish to resolve this matter by consent and agree that the Board staff and counsel may discuss this Order with the Board *ex parte*, whether or not the Board accepts this Order as written.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondents are subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. The Board has concluded that Respondents' actions, as set out above, constitute violations of NCGS 93-12 (9)e and 21 NCAC 8N .0402 (a) and (c).

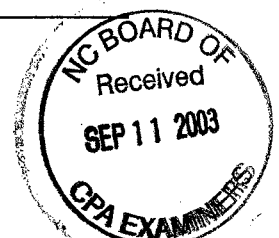
BASED on the foregoing and in lieu of further proceedings under 21 NCAC Chapter 8C, the Board and Respondents agree to the following Order:

1. Respondents shall each receive an unpublished reprimand.
2. Within one hundred eighty (180) days of the date this Order is approved by the Board, Respondents must complete and provide verification of the completion by each Respondent of the Ethics Principles and Professional Responsibilities course as offered by the North Carolina Associations of Certified Public Accountants. Said course may not be used by Respondents to meet their respective annual forty (40) hour requirements. If either of the individual Respondents fails to fulfill this education requirement, the Board may proceed against the individual Respondent who fails to complete said requirement.

CONSENTED TO THIS THE 4th DAY OF September, 2003.

Kenneth D. Gibbs
Respondent Kenneth D. Gibbs

Bruce L. Thomas
Respondent Bruce L. Thomas



Consent Order - 3
Gibbs, Thomas

APPROVED BY THE BOARD THIS THE 22nd DAY OF September,
2003.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: O. Charlie Chewing Jr.
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200212-071

IN THE MATTER OF:
Cox Gibbs & Thomas CPAs, PLLC,
Respondent Firm

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to NCGS 150B-41 and 150B-22, the Board and Respondent Firm stipulate the following Findings:

1. Respondent Firm is a licensed certified public accounting firm in North Carolina ("the Firm") that, at the time of the facts in this matter, consisted of three individual partners.
2. In November 2001, a non-profit company contacted the Firm regarding the possibility of the Firm conducting an audit of the non-profit company.
3. Prior to accepting the engagement, the Firm performed, and documented, an assessment for the purpose of determining independence with respect to the non-profit company ("Independence Assessment").
4. The - Independence Assessment included, but was not limited to, independence guidance contained in Practitioner's Publishing Company, Guide to Non-Profit Audits.
5. The Firm completed the audit in March of 2002.
6. After the Firm had issued the audit and in response to a Board inquiry regarding the audit, the firm provided the Board with a copy of its Independence Assessment.
7. The Board acknowledges that the Firm recognized the possibility of an independence question and that the Firm made efforts to address that question.
8. The Firm contends that neither it nor its individual members intentionally violated any statutes or rules regarding independence.

Consent Order - 2
Cox Gibbs & Thomas, CPAs, PLLC

9. The Firm desires to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Order with the Board ex parte, whether or not the Board accepts this Order as written.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. The Firm is subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. The Board has concluded that the Firm's actions, as set out above, constitute violations of NCGS 93-12(9) e and 21 NCAC 8N.0402 (a) and (c).

BASED on the foregoing and in lieu of further proceedings under 21 NCAC Chapter 8C, the Board and the Firm agree to the following Order:

1. The Firm shall receive a censure.
2. The Firm shall reimburse the Board for administrative costs incurred in the investigation of this matter in the amount of \$1,000.00.

CONSENTED TO THIS THE 25 DAY OF August, 2003.

Cox Gibbs & Thomas CPAs PLLC
Cox Gibbs & Thomas CPAs, PLLC

APPROVED BY THE BOARD THIS THE 22nd DAY OF September, 2003.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: O. Charlie Chewing Jr.
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200308-037

IN THE MATTER OF:
Larry S. Dewar, #2527

ORDER

THIS CAUSE coming before the Board on September 22, 2003, at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present, the Board finds, based on the clear and convincing evidence presented, that:

FINDINGS OF FACT

1. Larry S. Dewar is the holder of a certificate as a Certified Public Accountant in North Carolina and is therefore subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Larry S. Dewar failed to ensure that his firm timely obtained a State Quality Review (SQR) in accordance with provisions as required by NCGS 93-12 (8c) and 21 NCAC 8M .0102.
3. Larry S. Dewar subsequently provided documentation to the Board that his firm's SQR was completed in excess of 120 days from the required completion date.

CONCLUSIONS OF LAW

1. Larry S. Dewar's failure to timely obtain a SQR prior to the prescribed completion date is a violation of NCGS 93-12 (8c) and 21 NCAC 8M .0102.

BASED ON THE FOREGOING, the Board orders that:

1. Larry S. Dewar's certificate is suspended for 30 days; however, said suspension is stayed based on the completion of his firm's SQR.
2. Larry S. Dewar shall disclose the suspension of his license whenever asked if he has ever had a license suspended or revoked.
3. Larry S. Dewar's certificate shall be placed on conditional status for one (1) year from the date this Order is approved.

Board Order - 2
Larry S. Dewar

4. Larry S. Dewar shall pay a one hundred dollar (\$100.00) civil penalty.

This the 22nd day of September, 2003.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: D. Charlie Chewning
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200308-038

IN THE MATTER OF:
Stan L. Gainey, #5149

ORDER

THIS CAUSE coming before the Board on September 22, 2003, at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present, the Board finds, based on the clear and convincing evidence presented, that:

FINDINGS OF FACT

1. Stan L. Gainey is the holder of a certificate as a Certified Public Accountant in North Carolina and is therefore subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Stan L. Gainey failed to timely obtain a State Quality Review (SQR) in accordance with provisions as required by NCGS 93-12 (8c) and 21 NCAC 8M .0102.
3. Stan L. Gainey has subsequently failed to provide documentation to the Board that his SQR has been completed and is in excess of 120 days from the required completion date.

CONCLUSIONS OF LAW

1. Stan L. Gainey's failure to timely obtain a SQR prior to the prescribed completion date is a violation of NCGS 93-12 (8c) and 21 NCAC 8M .0102.

BASED ON THE FOREGOING, the Board orders that:

1. Stan L. Gainey's certificate is suspended for at least thirty (30) days from the date this Order is approved and until the required SQR compliance information is received by the Board.
2. If Stan L. Gainey fails to return his suspended certificate within fifteen (15) days of the receipt of this Order, the thirty (30) day suspension will be extended by the number of days that his certificate is late in being returned to the Board office.

3. If Stan L. Gainey returns his suspended certificate within fifteen (15) days of the receipt of this Order, Stan L. Gainey can, after at least thirty (30) days, and the completion of his firm's SQR, apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. 3 moral character affidavits, and
 - d. 40 hours of CPE in the 12 months preceding the application including an 8 hour accountancy law course pursuant to 21 NCAC 8F .0504.
4. If Stan L. Gainey returns his suspended certificate in excess of fifteen (15) days of the receipt of this Order, Stan L. Gainey can, after at least thirty (30) days, and the completion of his firm's SQR, apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form (which includes statements regarding use of title during forfeiture),
 - b. Payment of the application fee,
 - c. 3 moral character affidavits (on forms provided by Board),
 - d. 40 hours of CPE in the 12 months preceding the application including an 8 hour accountancy law course pursuant to 21 NCAC 8F .0504, and
 - e. Consent Order requiring payment of at least \$100.00 in administrative costs.

This the 22nd day of September, 2003.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: O. Charlie Chewning
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: 200308-039

IN THE MATTER OF:
Patti D. Royster, #24374

ORDER

THIS CAUSE coming before the Board on September 22, 2003, at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present, the Board finds, based on the clear and convincing evidence presented, that:

FINDINGS OF FACT

1. Patti D. Royster is the holder of a certificate as a Certified Public Accountant in North Carolina and is therefore subject to the provisions of Chapter 93 of the North Carolina General Statutes (NCGS) and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Patti D. Royster failed to timely obtain a State Quality Review (SQR) in accordance with provisions as required by NCGS 93-12 (8c) and 21 NCAC 8M .0102.
3. Patti D. Royster has subsequently failed to provide documentation to the Board that her SQR has been completed and is in excess of 120 days from the required completion date.

CONCLUSIONS OF LAW

1. Patti D. Royster's failure to timely obtain a SQR prior to the prescribed completion date is a violation of NCGS 93-12 (8c) and 21 NCAC 8M .0102.

BASED ON THE FOREGOING, the Board orders that:

1. Patti D. Royster's certificate is suspended for at least thirty (30) days from the date this Order is approved and until the required SQR compliance information is received by the Board.
2. If Patti D. Royster fails to return her suspended certificate within fifteen (15) days of the receipt of this Order, the thirty (30) day suspension will be extended by the number of days that her certificate is late in being returned to the Board office.

3. If Patti D. Royster returns her suspended certificate within fifteen (15) days of the receipt of this Order, Patti D. Royster can, after at least thirty (30) days, and the completion of her firm's SQR, apply to return her certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. 3 moral character affidavits, and
 - d. 40 hours of CPE in the 12 months preceding the application including an 8 hour accountancy law course pursuant to 21 NCAC 8F .0504.
4. If Patti D. Royster returns her suspended certificate in excess of fifteen (15) days of the receipt of this Order, Patti D. Royster can, after at least thirty (30) days, and the completion of her firm's SQR, apply to return her certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form (which includes statements regarding use of title during forfeiture),
 - b. Payment of the application fee,
 - c. 3 moral character affidavits (on forms provided by Board),
 - d. 40 hours of CPE in the 12 months preceding the application including an 8 hour accountancy law course pursuant to 21 NCAC 8F .0504, and
 - e. Consent Order requiring payment of at least \$100.00 in administrative costs.

This the 22nd day of September, 2003.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BOARD
SEAL

BY: D. Charlie Chewing Jr
President